

TSWELOPELE LOCAL MUNICIPALITY

FS 183

CIVIC CENTRE, BOSMAN STREET

BULTFONTEIN, 9670

051 853 1111

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IN YEAR REPORT (Schedule C)
April 2023

PREPARED IN ACCORDANCE WITH BUDGET REGULATIONS IN TERMS OF
GOVERNMENT GAZETTE OF 17 APRIL 2009

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PART 1

1. Executive summary

Council of the Municipality approved the Budget in terms of the Municipal Finance Management Act (MFMA), Act 56 of 2003 MFMA Circulars and Municipal Budget and Reporting Regulations (MBRR) as promulgated in 2009. The Budget document was submitted to both National and Provincial Treasury in soft copies by uploading it on the Treasury prescribed Gomuni portal.

In terms of section 28 of the MBRR, the municipality must prepare the in-year reports in terms of Schedule C of the regulations.

The Schedule C states that the Municipality must report on its overall performance with specific reference to financial and Non-Financial information.

Section 71(1) of the Municipal Finance Management Act (MFMA) requires from the Municipal Manager, as Accounting Officer of the Municipality, to submit a report in a prescribed format to the Mayor within 10 working days after the end of each month on the state of the municipality's budget for that month and for the financial year up to the end of that month.

Mentioned below are some of the key issues that happened in April 2023:

- Revenue that accrued to the Municipality is presented in table C4.
- The following are the main revenue contributors:
 - Revenue from Property rates & Electricity service charges.
 - Revenue from unconditional Grants
 - In terms of GRAP 23 – Revenue from non-exchange transaction, whenever, the conditions of the grants are met, such revenue must be recognised as income in the income statement of the Municipality.
- Total Expenditure for the month is presented in the expenditure section in table C4.

2. In Year Budget Statements Tables

In terms of Municipal Budget and Reporting Regulations as per government gazette No. 32141 of 2009, the municipality is required to report on the following Tables:

- Table C1 MFMA s 71 Monthly budget statement summary
- Table C2 Monthly budget statement – Financial performance (revenue and expenditure by municipal vote)
- Table C3 Monthly budget statement – Financial Performance (Revenue and expenditure by municipal vote)
- Table C4 Monthly budget statement – Financial Performance (Revenue and expenditure)
- Table C5 Monthly budget statement – Capital Expenditure (Municipal Vote, standard classification and funding)
- Table C6 Monthly budget statement – Financial Position
- Table C7 Monthly budget statement – Cash Flow

In the following pages the above tables are disclosed with summaries of what these tables mean:

2.1.1. In Year Budget Statement – Table C1 – Budget Summary

FS183 Tswelopele - Table C1 Monthly Budget Statement Summary - M10 April

Description	2019/20	Budget Year 2020/21							
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	-	27 867	31 367	2 531	25 369	23 525	1 844	8%	-
Service charges	-	69 165	69 165	4 555	52 594	52 186	408	1%	-
Investment revenue	-	1 300	1 300	19	106	1 083	(977)	-90%	-
Transfers and subsidies	-	94 460	94 460	-	94 460	94 460	-	-	-
Other own revenue	-	3 784	7 284	786	7 992	6 070	1 922	32%	-
Total Revenue (excluding capital transfers and contributions)	-	196 576	203 576	7 891	180 521	177 324	3 197	2%	-
Employee costs	-	78 740	78 875	6 639	64 359	65 729	(1 370)	-2%	-
Remuneration of Councillors	-	6 569	6 569	542	5 512	5 474	38	1%	-
Depreciation & asset impairment	-	20 000	20 000	-	-	16 667	(16 667)	-100%	-
Finance charges	-	1 500	4 000	48	4 468	3 333	1 134	34%	-
Materials and bulk purchases	-	71 468	61 249	3 294	41 491	51 041	(9 550)	-19%	-
Transfers and subsidies	-	-	15	-	-	13	(13)	-100%	-
Other expenditure	-	48 443	71 843	3 026	37 314	59 869	(22 555)	-38%	-
Total Expenditure	-	226 720	242 551	13 548	153 144	202 126	(48 982)	-24%	-
Surplus/(Deficit)	-	(30 144)	(38 975)	(5 658)	27 378	(24 802)	52 179	-210%	-
Transfers and subsidies - capital (monetary allocations)	-	35 532	39 532	20 659	47 332	47 332	-	-	-
Contributions & Contributed assets	-	100	160	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	5 488	717	15 001	74 710	22 530	52 179	232%	-
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	-	5 488	717	15 001	74 710	22 530	52 179	232%	-
Capital expenditure & funds sources									
Capital expenditure	-	38 431	45 034	2 649	34 323	37 528	(3 206)	-9%	-
Capital transfers recognised	-	34 532	38 532	2 649	31 167	32 110	(943)	-3%	-
Borrowing	-	-	-	-	-	-	-	-	-
Internally generated funds	-	3 898	6 502	-	3 156	5 418	(2 263)	-42%	-
Total sources of capital funds	-	38 430	45 034	2 649	34 323	37 528	(3 206)	-9%	-
Financial position									
Total current assets	-	118 798	118 798		74 863				118 798
Total non current assets	-	680 331	680 331		723 165				680 331
Total current liabilities	-	98 792	98 792		61 249				98 792
Total non current liabilities	-	54 455	54 455		46 821				54 455
Community wealth/Equity	-	645 882	-		689 958				645 882
Cash flows									
Net cash from (used) operating	-	31 988	39 538	(6 231)	105 413	40 338	(65 075)	-161%	-
Net cash from (used) investing	-	(37 930)	(44 534)	(2 649)	(34 323)	(37 112)	(2 789)	8%	-
Net cash from (used) financing	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the month/year end	-	(5 388)	(4 996)	-	71 090	3 780	(67 310)	-1781%	-
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	5 961	3 983	3 286	3 111	4 039	3 285	23 217	111 647	158 529
Creditors Age Analysis									
Total Creditors	-	2 280	-	116 555	-	-	-	7 931	126 765

2.1.2. In Year Budget Statement – Table C2 – Fin Performance (STD Classification)

FS183 Tswelopele - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M10 April

Description	Ref	Budget Year 2020/21								
		2019/20 Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Revenue - Functional										
<i>Governance and administration</i>		-	125 776	136 806	3 278	174 923	114 005	60 918	53%	-
Executive and council		-	22 523	33 483	-	-	27 903	(27 903)	-100%	-
Finance and administration		-	103 253	103 323	3 278	174 923	86 103	88 820	103%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	1 104	1 004	57	634	837	(203)	-24%	-
Community and social services		-	167	67	50	594	56	539	965%	-
Sport and recreation		-	937	937	7	40	781	(741)	-95%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	18 541	18 671	2	27	15 559	(15 532)	-100%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	18 541	18 671	2	27	15 559	(15 532)	-100%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	86 787	86 787	4 555	52 680	72 323	(19 642)	-27%	-
Energy sources		-	59 027	59 027	3 241	39 440	49 189	(9 749)	-20%	-
Water management		-	17 609	17 609	449	4 565	14 674	(10 109)	-69%	-
Waste water management		-	6 408	6 408	554	5 549	5 340	209	4%	-
Waste management		-	3 743	3 743	311	3 127	3 119	7	0%	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Functional	2	-	232 208	243 268	7 892	228 264	202 723	25 541	13%	-
Expenditure - Functional										
<i>Governance and administration</i>		-	89 208	105 346	9 129	97 252	87 788	9 464	11%	-
Executive and council		-	21 113	21 113	7 690	13 419	17 594	(4 176)	-24%	-
Finance and administration		-	68 095	84 233	1 440	83 834	70 194	13 640	19%	-
Internal audit		-	-	-	-	-	-	-	-	-
<i>Community and public safety</i>		-	16 735	16 735	28	452	13 946	(13 493)	-97%	-
Community and social services		-	11 425	11 425	19	428	9 521	(9 092)	-96%	-
Sport and recreation		-	5 310	5 310	9	24	4 425	(4 401)	-99%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	17 718	17 718	104	3 301	14 765	(11 464)	-78%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	17 718	17 718	104	3 301	14 765	(11 464)	-78%	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	103 059	102 752	4 288	52 418	85 627	(33 208)	-39%	-
Energy sources		-	61 839	61 389	3 316	34 454	51 158	(16 703)	-33%	-
Water management		-	19 590	19 590	874	14 083	16 325	(2 242)	-14%	-
Waste water management		-	12 124	12 115	16	3 097	10 096	(6 998)	-69%	-
Waste management		-	9 506	9 658	82	783	8 048	(7 265)	-90%	-
<i>Other</i>		-	-	-	-	-	-	-	-	-
Total Expenditure - Functional	3	-	226 720	242 551	13 548	153 425	202 126	(48 701)	-24%	-
Surplus/ (Deficit) for the year		-	5 488	717	(5 656)	74 839	598	74 242	12425%	-

2.1.3. In Year Budget Tables – Table C3 – Fin Performance (Rev and Exp – Municipal Vote)

FS183 Tswelopele - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M10 April

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue by Vote	1									
Vote 1 - Executive and Council		-	4 375	11 825	-	-	9 854	(9 854)	-100.0%	-
Vote 2 - Budget and Treasury Office		-	93 293	93 363	3 242	174 782	77 803	96 980	124.6%	-
Vote 3 - Community and Social Services		-	1 042	1 042	50	594	868	(274)	-31.5%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	22	32	7	40	27	13	48.8%	-
Vote 6 - Waste Management		-	3 743	3 743	311	3 127	3 119	7	0.2%	-
Vote 7 - Waste Water Management		-	6 408	6 408	554	5 549	5 340	209	3.9%	-
Vote 8 - Road Transport		-	18 541	18 561	2	27	15 468	(15 441)	-99.8%	-
Vote 9 - Water		-	17 609	17 609	449	4 565	14 674	(10 109)	-68.9%	-
Vote 10 - Electricity		-	59 027	59 027	3 241	39 440	49 189	(9 749)	-19.8%	-
Vote 11 - Corporate Services		-	28 148	31 658	36	140	26 382	(26 242)	-99.5%	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	-	232 208	243 268	7 892	228 264	202 723	25 541	12.6%	-
Expenditure by Vote	1									
Vote 1 - Executive and Council		-	18 346	18 346	7 690	13 419	15 288	(1 870)	-12.2%	-
Vote 2 - Budget and Treasury Office		-	65 150	79 804	1 270	79 180	66 503	12 676	19.1%	-
Vote 3 - Community and Social Services		-	9 633	9 687	19	428	8 073	(7 644)	-94.7%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	47	47	9	26	39	(13)	-34.2%	-
Vote 6 - Waste Management		-	9 506	9 656	82	783	8 047	(7 263)	-90.3%	-
Vote 7 - Waste Water Management		-	12 124	12 016	16	3 097	10 013	(6 916)	-69.1%	-
Vote 8 - Road Transport		-	17 718	17 627	104	3 301	14 689	(11 388)	-77.5%	-
Vote 9 - Water		-	19 592	19 592	874	14 083	16 327	(2 243)	-13.7%	-
Vote 10 - Electricity		-	61 839	61 839	3 316	34 454	51 533	(17 078)	-33.1%	-
Vote 11 - Corporate Services		-	12 767	13 938	170	4 654	11 615	(6 961)	-59.9%	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	226 722	242 552	13 548	153 426	202 127	(48 700)	-24.1%	-
Surplus/ (Deficit) for the year	2	-	5 486	716	(5 656)	74 838	597	74 241	12442.6%	-

2.1.4. In Year Budget Tables – Table C4 – (Rev& Exp)

FS183 Tswelopele - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M10 April

Description	Ref	2019/20	Budget Year 2020/21								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands											
Revenue By Source											
Property rates			27 867	31 367	2 531	25 369	23 525	1 844	8%		
Service charges - electricity revenue			53 681	53 681	3 241	39 362	40 261	(899)	-2%		
Service charges - water revenue			5 333	5 333	449	4 557	4 000	557	14%		
Service charges - sanitation revenue			6 408	6 408	554	5 549	4 806	743	15%		
Service charges - refuse revenue			3 743	3 743	311	3 127	3 119	7	0%		
Rental of facilities and equipment			347	387	14	115	323	(208)	-64%		
Interest earned - external investments			1 300	1 300	19	106	1 083	(977)	-90%		
Interest earned - outstanding debtors			281	281	650	4 522	234	4 287	1831%		
Dividends received			130	180		79	150	(71)	-47%		
Fines, penalties and forfeits			596	596	1	46	497	(450)	-91%		
Licences and permits			70	70	12	96	58	38	65%		
Agency services			-					-			
Transfers and subsidies			94 460	94 460	-	94 460	94 460	-			
Other revenue			2 360	5 770	108	3 134	4 808	(1 674)	-35%		
Gains on disposal of PPE								-			
Total Revenue (excluding capital transfers and contributions)			-	196 576	203 576	7 891	180 521	177 324	3 197	2%	-
Expenditure By Type											
Employee related costs			78 740	78 875	6 639	64 359	65 729	(1 370)	-2%		
Remuneration of councillors			6 569	6 569	542	5 512	5 474	38	1%		
Debt impairment			13 000	13 000			10 833	(10 833)	-100%		
Depreciation & asset impairment			20 000	20 000			16 667	(16 667)	-100%		
Finance charges			1 500	4 000	48	4 468	3 333	1 134	34%		
Bulk purchases			55 009	44 366	2 777	32 856	36 972	(4 115)	-11%		
Other materials			16 459	16 883	516	8 635	14 069	(5 434)	-39%		
Contracted services			26 070	40 741			33 951	(33 951)	-100%		
Transfers and subsidies				15			13	(13)	-100%		
Other expenditure			9 373	18 102	3 026	37 314	15 085	22 229	147%		
Loss on disposal of PPE								-			
Total Expenditure			-	226 720	242 551	13 548	153 144	202 126	(48 982)	-24%	-
Surplus/(Deficit)			-	(30 144)	(38 975)	(5 658)	27 378	(24 802)	52 179	(0)	-
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)			35 532	39 532	20 659	47 332	47 332	-			
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporatons, Higher Educational Institutions)			100	160				-			
Transfers and subsidies - capital (in-kind - all)								-			
Surplus/(Deficit) after capital transfers & contributions			-	5 488	717	15 001	74 710	22 530		-	
Taxation								-			
Surplus/(Deficit) after taxation			-	5 488	717	15 001	74 710	22 530		-	
Attributable to minorities											
Surplus/(Deficit) attributable to municipality			-	5 488	717	15 001	74 710	22 530		-	
Share of surplus/ (deficit) of associate											
Surplus/ (Deficit) for the year			-	5 488	717	15 001	74 710	22 530		-	

2.1.5. In Year Budget Table – C5 – Capital Expenditure (Mun Vote)

FS183 Tswelopele - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M10 April

Vote Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Multi-Year expenditure appropriation	2									
Vote 1 - Executive and Council		-	1 326	1 107	-	3 107	923	2 185	237%	-
Vote 2 - Budget and Treasury Office		-	550	2 608	-	14	2 173	(2 159)	-99%	-
Vote 3 - Community and Social Services		-	1 075	55	-	-	46	(46)	-100%	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	825	1 949	-	637	1 624	(987)	-61%	-
Vote 6 - Waste Management		-	-	30	-	-	25	(25)	-100%	-
Vote 7 - Waste Water Management		-	10 669	10 569	765	12 751	8 808	3 944	45%	-
Vote 8 - Road Transport		-	4 243	4 973	529	3 955	4 144	(189)	-5%	-
Vote 9 - Water		-	14 683	14 683	1 355	9 025	12 236	(3 211)	-26%	-
Vote 10 - Electricity		-	5 000	9 000	-	4 798	7 500	(2 702)	-36%	-
Vote 11 - Corporate Services		-	60	60	-	34	50	(16)	-32%	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital Multi-year expenditure	4,7	-	38 431	45 034	2 649	34 323	37 528	(3 206)	-9%	-
Single Year expenditure appropriation	2									
Vote 1 - Executive and Council		-	-	-	-	-	-	-	-	-
Vote 2 - Budget and Treasury Office		-	-	-	-	-	-	-	-	-
Vote 3 - Community and Social Services		-	-	-	-	-	-	-	-	-
Vote 4 - Public Safety		-	-	-	-	-	-	-	-	-
Vote 5 - Sport and Recreation		-	-	-	-	-	-	-	-	-
Vote 6 - Waste Management		-	-	-	-	-	-	-	-	-
Vote 7 - Waste Water Management		-	-	-	-	-	-	-	-	-
Vote 8 - Road Transport		-	-	-	-	-	-	-	-	-
Vote 9 - Water		-	-	-	-	-	-	-	-	-
Vote 10 - Electricity		-	-	-	-	-	-	-	-	-
Vote 11 - Corporate Services		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Capital single-year expenditure	4	-	-	-	-	-	-	-	-	-
Total Capital Expenditure		-	38 431	45 034	2 649	34 323	37 528	(3 206)	-9%	-
Capital Expenditure - Functional Classification										
Governance and administration		-	1 881	3 775	-	3 156	3 146	10	0%	-
Executive and council		-	1 271	1 107	-	3 107	923	2 185	237%	-
Finance and administration		-	610	2 668	-	48	2 223	(2 175)	-98%	-
Internal audit		-	-	-	-	-	-	-	-	-
Community and public safety		-	1 954	2 004	-	637	1 670	(1 033)	-62%	-
Community and social services		-	55	55	-	-	46	(46)	-100%	-
Sport and recreation		-	1 899	1 949	-	637	1 624	(987)	-61%	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
Economic and environmental services		-	4 243	4 973	529	3 955	4 144	(189)	-5%	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	4 243	4 973	529	3 955	4 144	(189)	-5%	-
Environmental protection		-	-	-	-	-	-	-	-	-
Trading services		-	30 352	34 282	2 121	26 574	28 568	(1 994)	-7%	-
Energy sources		-	5 000	9 000	-	4 798	7 500	(2 702)	-36%	-
Water management		-	14 683	14 683	1 355	9 025	12 236	(3 211)	-26%	-
Waste water management		-	10 669	10 569	765	12 751	8 808	3 944	45%	-
Waste management		-	-	30	-	-	25	(25)	-100%	-
Other		-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Functional Classification	3	-	38 430	45 034	2 649	34 323	37 528	(3 206)	-9%	-
Funded by:										
National Government		-	34 532	34 532	2 649	31 167	28 777	2 390	8%	-
Provincial Government		-	-	4 000	-	-	3 333	(3 333)	-100%	-
District Municipality		-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-
Transfers recognised - capital		-	34 532	38 532	2 649	31 167	32 110	(943)	-3%	-
Borrowing	6	-	-	-	-	-	-	-	-	-
Internally generated funds		-	3 898	6 502	-	3 156	5 418	(2 263)	-42%	-
Total Capital Funding		-	38 430	45 034	2 649	34 323	37 528	(3 206)	-9%	-

2.1.6. In Year Budget Table – C6 – Financial Position

FS183 Tswelopele - Table C6 Monthly Budget Statement - Financial Position - M10 April

Description	Ref	2019/20	Budget Year 2020/21				
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast	
R thousands	1						
ASSETS							
Current assets							
Cash			7 441	7 441	2 804	7 441	
Call investment deposits			9 189	9 189	22 184	9 189	
Consumer debtors			96 084	96 084	49 874	96 084	
Other debtors			5 331	5 331		5 331	
Current portion of long-term receivables							
Inventory			753	753		753	
Total current assets			-	118 798	118 798	74 863	118 798
Non current assets							
Long-term receivables			-	-	90 527	-	
Investments			-	-	1 052	-	
Investment property			110 039	110 039	104 999	110 039	
Investments in Associate							
Property, plant and equipment			568 919	568 919	525 276	568 919	
Biological			1 373	1 373	1 310	1 373	
Intangible							
Other non-current assets							
Total non current assets			-	680 331	680 331	723 165	680 331
TOTAL ASSETS			-	799 129	799 129	798 028	799 129
LIABILITIES							
Current liabilities							
Bank overdraft			-	-		-	
Borrowing			2 637	2 637	713	2 637	
Consumer deposits			1 512	1 512	60 536	1 512	
Trade and other payables			93 821	93 821		93 821	
Provisions			822	822		822	
Total current liabilities			-	98 792	98 792	61 249	98 792
Non current liabilities							
Borrowing			5 853	5 853	7 625	5 853	
Provisions			48 602	48 602	39 195	48 602	
Total non current liabilities			-	54 455	54 455	46 821	54 455
TOTAL LIABILITIES			-	153 247	153 247	108 070	153 247
NET ASSETS	2		-	645 882	645 882	689 958	645 882
COMMUNITY WEALTH/EQUITY							
Accumulated Surplus/(Deficit)			645 882		689 958	645 882	
Reserves							
TOTAL COMMUNITY WEALTH/EQUITY	2		-	645 882	-	689 958	645 882

2.1.7. In Year Budget Table – C7 Cash Flow

FS183 Tswelopele - Table C7 Monthly Budget Statement - Cash Flow - M10 April

Description	Ref	2019/20	Budget Year 2020/21								
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
R thousands	1										
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates			28 396	28 396	1 316	15 214	23 663	(8 450)	-0.357077		
Service charges			69 165	69 165	3 069	45 769	57 638	(11 869)	-0.205923		
Other revenue			2 525	6 025	135	4 180	5 021	(841)	-0.167542		
Government- operating			94 560	94 560	-	94 460	94 460	-			
Government- capital			35 532	39 532	-	66 991	24 673	42 318	172%		
Interest			1 430	1 480	19	106	1 233	(1 127)	-0.913958		
Dividends			100	100		79	83	(4)	-5%		
Payments											
Suppliers and employees			(198 720)	(198 220)	(10 723)	(121 301)	(165 183)	(43 882)	27%		
Finance charges			(1 000)	(1 500)	(48)	(84)	(1 250)	(1 166)	93%		
Transfers and Grants								-			
NET CASH FROM/(USED) OPERATING ACTIVITIES			-	31 988	39 538	(6 231)	105 413	40 338	(65 075)	-161%	-
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE			500	500			417	(417)	-100%		
Decrease (Increase) in non-current debtors								-			
Decrease (increase) other non-current receivables								-			
Decrease (increase) in non-current investments								-			
Payments											
Capital assets			(38 430)	(45 034)	(2 649)	(34 323)	(37 528)	(3 206)	9%		
NET CASH FROM/(USED) INVESTING ACTIVITIES			-	(37 930)	(44 534)	(2 649)	(34 323)	(37 112)	(2 789)	8%	-
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans								-			
Borrowing long term/refinancing								-			
Increase (decrease) in consumer deposits								-			
Payments											
Repayment of borrowing								-			
NET CASH FROM/(USED) FINANCING ACTIVITIES			-	-	-	-	-	-	-	-	
NET INCREASE/ (DECREASE) IN CASH HELD			-	(5 942)	(4 996)	(8 881)	71 090	3 226		-	
Cash/cash equivalents at beginning:			554				554			-	
Cash/cash equivalents at month/year end:			(5 388)	(4 996)		71 090	3 780			-	

3. Explanatory note on in year budget tables

Explanatory Notes to Table C1

Table C1 gives a summary of the overall performance of Tswelopele Local Municipality for the Month of April 2023 as well as YTD performance for the financial year; the following key aspects are included

Financial Performance: This is a summary of income statement of the Municipality

Capital Expenditure and funding sources: This gives a brief overview of the capital expenditure and its funding sources

Cash Flow: This gives a brief overview of the Cash flow of the Municipality

Creditors and Debtors analysis: This section gives the summary of creditors and debtors aging analysis.

This is the most important table as it gives users of the financial information a “snapshot” of what happened in the month of April 2023.

Explanatory Notes to Table C2

1. Table C2 is a view of the financial performance per standard classification.
2. Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on Table A4 as Table A4 exclude capital transfers

Explanatory Note to Table C3

1. Table C3 is an overview of the financial performance in relation to the revenue and expenditure per municipal vote.
2. Profits made on trading services are used to subsidise non-trading services

Explanatory note on table C4

1. This table gives the total revenue and total expenditure of the municipality (financial performance) according to revenue and expenditure classification.

Explanatory note on Table C5

1. Table C5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.

Explanatory Notes to Table C6

1. Table C6 is consistent with international standards of good financial management practice, and improves understandability for councillors and management of the impact of the budget on the statement of financial position (balance sheet). This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.

Explanatory note on Table C7

1. Table C7 is the budgeted cash flow statement. It is the first measurement in determining if the municipality has enough cash and cash equivalents to fund its operations. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
2. Tswelopele municipal’s budget is currently not funded due to the long outstanding debt with services such as Eskom and Sandvet. However, a funding plan has been developed and its implementation has been monitored to ensure the improvement of the funding status of the municipality’s budget.
3. The total amount shown for suppliers and employees consist of amounts for the April 2023 salaries of R 7 million.
4. The line item for other expenditure includes amounts that were paid for the chemicals to purify water, payment made to the security company that is guarding our offices and payments to our financial system service provider.

PART 2

1. Supporting Documentation

Over and above the information as disclosed above Municipal Budget and Reporting Regulations (MBRR) requires the Municipality to disclose the following information:

- Material Variances Explanations
- Debtors age analysis
- Creditors age analysis
- Allocations and Grant Receipts and Expenditure
- Other Supporting Documents

Mentioned on the following pages are all the supporting tables as required by MBRR:

1.1. Supporting Table SC1 – Material Variances Explanations

FS183 Tswelopele - Supporting Table SC1 Material variance explanations - M10 April

Ref	Description R thousands	Variance	Reasons for material deviations	Remedial or corrective steps/remarks
1	Revenue By Source			
	Interest earned - outstanding debtors	4 287	The municipality's has a high number of outstanding debtors	
2	Expenditure By Type			
	Debt impairment	(10 833)	Write-offs not yet done	
	Depreciation & asset impairment	(16 667)	Depreciation gets to be calculated only at the end of the financial year	

1.2. Supporting Table SC2 – Performance Indicators

FS183 Tswelopele - Supporting Table SC2 Monthly Budget Statement - performance indicators - M10 April

Description of financial indicator	Basis of calculation	Ref	2019/20	Budget Year 2020/21			
			Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
Borrowing Management							
Capital Charges to Operating Expenditure	Interest & principal paid/Operating Expenditure		0.0%	9.5%	9.9%	2.9%	0.0%
Borrowed funding of 'own' capital expenditure	Borrowings/Capital expenditure excl. transfers and grants		0.0%	0.0%	0.0%	0.0%	0.0%
Safety of Capital							
Debt to Equity	Loans, Accounts Payable, Overdraft & Tax Provision/ Funds & Reserves		0.0%	15.8%	0.0%	1.2%	15.8%
Gearing	Long Term Borrowing/ Funds & Reserves		0.0%	0.0%	0.0%	0.0%	0.0%
Liquidity							
Current Ratio	Current assets/current liabilities	1	0.0%	120.3%	120.3%	122.2%	120.3%
Liquidity Ratio	Monetary Assets/Current Liabilities		0.0%	16.8%	16.8%	40.8%	16.8%
Revenue Management							
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing						
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue		0.0%	51.6%	49.8%	77.8%	0.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old		0.0%	0.0%	0.0%	0.0%	0.0%

1.3. Supporting Table SC3 – Debtors age analysis

FS183 Tswelopele - Supporting Table SC3 Monthly Budget Statement - aged debtors - M10 April

Description	NT Code	Budget Year 2020/21										Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total	Total over 90 days		
R thousands													
Debtors Age Analysis By Income Source													
Trade and Other Receivables from Exchange Transactions - Water	1200	503	372	318	301	329	256	1 207	12 185	15 470	14 276		
Trade and Other Receivables from Exchange Transactions - Electricity	1300	2 339	1 377	973	1 141	1 248	1 050	3 934	3 543	15 605	10 916		
Receivables from Non-exchange Transactions - Property Rates	1400	1 277	728	485	440	411	378	10 985	44 960	59 665	57 175		
Receivables from Exchange Transactions - Waste Water Management	1500	557	480	452	441	428	409	1 910	18 551	23 229	21 739		
Receivables from Exchange Transactions - Waste Management	1600	356	305	296	290	283	281	1 283	12 408	15 500	14 544		
Receivables from Exchange Transactions - Property Rental Debtors	1700	-	-	-	-	-	-	-	-	-	-		
Interest on Arrear Debtor Accounts	1810	-	-	-	-	-	-	-	-	-	-		
Recoverable unauthorised, irregular, fruitless and wasteful expenditure	1820	-	-	-	-	-	-	-	-	-	-		
Other	1900	929	721	762	499	1 340	911	3 897	20 001	29 060	26 649		
Total By Income Source	2000	5 961	3 983	3 286	3 111	4 039	3 285	23 217	111 647	158 529	145 299	-	-
2019/20 - totals only										-	-		
Debtors Age Analysis By Customer Group													
Organs of State	2200	846	414	426	129	638	362	1 238	812	4 865	3 179		
Commercial	2300	2 352	1 438	991	864	916	860	13 065	45 768	66 254	61 473		
Households	2400	2 155	1 535	1 290	1 549	1 376	1 348	5 815	51 555	66 623	61 644		
Other	2500	609	595	579	568	1 110	715	3 099	13 512	20 787	19 004		
Total By Customer Group	2600	5 961	3 983	3 286	3 111	4 039	3 285	23 217	111 647	158 529	145 299	-	-

Presented above is municipal debtors aging at the end of April 2023. The total outstanding debt on the 30th of April 2023 is R 158 million.

1.4. Supporting Table SC4 – Aged Creditors

FS183 Tswelopele - Supporting Table SC4 Monthly Budget Statement - aged creditors - M10 April

Description	NT Code	Budget Year 2020/21								Total
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
R thousands										
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100	-	-	-	100 653	-	-	-	-	100 653
Bulk Water	0200	-	-	-	15 902	-	-	-	-	15 902
PAYE deductions	0300	-	-	-	-	-	-	-	-	-
VAT (output less input)	0400	-	-	-	-	-	-	-	-	-
Pensions / Retirement deductions	0500	-	-	-	-	-	-	-	-	-
Loan repayments	0600	-	-	-	-	-	-	-	7 931	7 931
Trade Creditors	0700	-	-	-	-	-	-	-	-	-
Auditor General	0800	-	-	-	-	-	-	-	-	-
Other	0900	-	2 280	-	-	-	-	-	-	2 280
Total By Customer Type	1000	-	2 280	-	116 555	-	-	-	7 931	126 765

At the end of April 2023, the Municipality has outstanding debt of R 126 million owed to creditors.

1.5. Supporting Table SC6 – Grants Received

FS183 Tswelopele - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M10 April

Description	Ref	2019/20		Budget Year 2020/21						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		-	94 460	94 460	-	94 460	94 460	-		-
Local Government Equitable Share			91 219	91 219	-	91 219	91 219	-		
Finance Management			2 100	2 100	-	2 100	2 100	-		
EPWP Incentive			1 141	1 141	-	1 141	1 141	-		
	3							-		
Other transfers and grants [insert description]								-		
Provincial Government:		-	-	-	-	-	-	-		-
	4							-		
Other transfers and grants [insert description]								-		
District Municipality:		-	-	-	-	-	-	-		-
Lejweleputswa								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total Operating Transfers and Grants	5	-	94 460	94 460	-	94 460	94 460	-		-
Capital Transfers and Grants										
National Government:		-	35 532	35 532	-	46 332	46 332	-		-
Municipal Infrastructure Grant (MIG)			18 256	18 256	-	29 056	29 056	-		
								-		
Energy Efficiency and Demand-side Management Grant			5 000	5 000	-	5 000	5 000	-		
Water Service Grant			12 276	12 276	-	12 276	12 276	-		
Provincial Government:		-	-	-	-	-	-	-		-
[insert description]								-		
District Municipality:		-	-	-	-	-	-	-		-
[insert description]								-		
Other grant providers:		-	-	-	-	-	-	-		-
[insert description]								-		
Total Capital Transfers and Grants	5	-	35 532	35 532	-	46 332	46 332	-		-
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	-	129 992	129 992	-	140 792	140 792	-		-

1.6. Supporting Table SC7 – Grants Expenditure

FS183 Tswelopele - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M10 April

Description	Ref	2019/20	Budget Year 2020/21							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		-	94 460	94 460	318	4 203	78 717	(74 513)	-94.7%	-
Local Government Equitable Share			91 219	91 219			76 016	(76 016)	-100.0%	
Finance Management			2 100	2 100	82	1 939	1 750	189	10.8%	
EPWP Incentive			1 141	1 141	236	2 264	951	1 313	138.1%	
Other transfers and grants [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
Other transfers and grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
Lejweleputswa										
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total operating expenditure of Transfers and Grants:		-	94 460	94 460	318	4 203	78 717	(74 513)	-94.7%	-
Capital expenditure of Transfers and Grants										
National Government:		-	35 532	35 532	2 649	31 753	29 610	2 143	7.2%	-
Municipal Infrastructure Grant (MIG)			18 256	18 256	1 294	17 344	15 213	2 131	14.0%	
Energy Efficiency and Demand-side Management Grant			5 000	5 000		4 798	4 167	632	15.2%	
Water Service Grant			12 276	12 276	1 355	9 611	10 230	(619)	-6.1%	
Provincial Government:		-	-	-	-	-	-	-	-	-
District Municipality:		-	-	-	-	-	-	-	-	-
Other grant providers:		-	-	-	-	-	-	-	-	-
[insert description]										
Total capital expenditure of Transfers and Grants		-	35 532	35 532	2 649	31 753	29 610	2 143	7.2%	-
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		-	129 992	129 992	2 968	35 956	108 327	(72 370)	-66.8%	-